

STATE OF MICHIGAN

RICK SNYDER GOVERNOR

DEPARTMENT OF HEALTH AND HUMAN SERVICES LANSING

NICK LYON DIRECTOR

August 3, 2015

To: Michigan Local Health Departments:

RE: FY 2016 Body Art Reimbursement Fees

According to Public Act 375, Section 13104, "The department shall adjust fees prescribed in this section annually by an amount determined by the state treasurer to reflect the cumulative annual percentage change in the Detroit-Ann Arbor-Flint consumer price index, but not by an amount that exceeds 5%." In the summer of 2015, the Detroit-Ann Arbor-Flint consumer price index decreased by 2.4%. The Michigan Department of Health and Human Services has been absorbing CPI changes over time and increasing local reimbursement rates while maintaining the \$500 fee for facilities. However, on January 1, 2016, rates for facilities will be increased to \$510.65. Normal health department reimbursement rates (see details on the attached form) will be \$255.33 effective at the start of the fiscal year (October 1, 2015). This reflects changes in the CPI over several years and the most recent decrease. Updated reimbursement rates will be reflected in CPBC contracts as of the January 1, 2016 amendment. Attached is an updated spreadsheet for attachment in your 2016 FSRs reflecting the new reimbursement rates.

Please feel free to contact Kathryn Macomber at macomberk@michigan.gov or 517-335-9807 if you have any questions.

Sincerely,

Kathryn Macomber, MPH

Manager, HIV/STD, Body Art, Tuberculosis, and Hepatitis Section

Bureau of Disease Control, Prevention and Epidemiology

cc: Sue Herring, MDHHS Jim Collins, MDHHS Mike Kucab, MDHHS Mark Miller, MDHHS